HARGROVE, PESNELL & WYATT

BILLY R. PESNELL
JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
SCOTT C. SINCLAIR
W. BROOKS MAY
JASON C. FALUDI

(A Professional Law Corporation)

AMERICAN TOWER, SUITE 600

401 MARKET STREET

SHREVEPORT, LOUISIANA 71101-3239

MAILING ADDRESS POST OFFICE BOX 59

SHREVEPORT, LOUISIANA 71161-0059 TELEPHONE (318) 429-7200 TELECOPIER (318) 429-7201

THOMAS J. WYATT (1942-1996)

OF COUNSEL WILLIAM G. CONLY September 13, 2002

Honorable James H. Welsh Commissioner of Conservation State of Louisiana Post Office Box 44275 Baton Rouge, Louisiana 70804-4275

Re: <u>APPLICATION FOR PUBLIC HEARING</u>

Hosston B Zone, Reservoir A, and Hosston C Zone, Reservoir A, BEAR CREEK FIELD, Bienville Parish, Louisiana.

Dear Sir:

EL PASO PRODUCTION COMPANY ("Applicant") hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Hosston B Zone, Reservoir A, and to the Hosston C Zone, Reservoir A, in the Bear Creek Field, Bienville Parish, Louisiana:

- 1. To permit Applicant to drill, designate and utilize its Smelley 34 No. 1 Well as an additional alternate unit well for HOSS B RA SUY and for HOSS C RA SUN, at the location shown on the attached plats, in exception to the well location provisions of Office of Conservation Order No. 78-Q, effective February 18, 1971 (applicable to the Hoston B Zone), and Office of Conservation Order No. 78-Y, effective September 11, 1980 (applicable to the Hosston C Zone), and in lieu of the location approved for this well by Office of Conservation Order Nos. 78-Q-73 and 78-Y-31, both effective January 9, 2002.
- 2. To find that drilling, designation and use of the proposed alternate unit well is necessary to efficiently and economically drain a portion of the Hosston B Zone, Reservoir A, underlying HOSS B RA SUY and the Hosston C Zone, Reservoir A, underlying HOSS C RA SUN which cannot be efficiently and economically drained by any existing well within these units.
- 3. To permit the Operator of HOSS C RA SUN to produce the allowable assigned to this unit from either the unit well, any alternate unit well, or from any combination of such wells, at the option of the Operator.
- 4. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Hosston B Zone, Reservoir A, in the Bear Creek Field, Bienville Parish, Louisiana, was initially defined in Office of Conservation Order No. 78-Q, effective February 18, 1971, and was further defined in Office of Conservation Order No. 78-Q-8, effective July 6, 1982.

Honorable James H. Welsh September 13, 2002 Page 2

The Hosston C Zone, Reservoir A, in the Bear Creek Field, Bienville Parish, Louisiana, was defined in Office of Conservation Order No. 78-Y, effective September 11, 1980.

Pertinent data concerning this application is available for inspection at the offices of Louis Gilbert & Associates, Inc., 3636 N. Causeway Boulevard, Suite 204, Metairie, Louisiana 70002-7216. Any person desiring to inspect such data should call Mr. Louis Gilbert at (504) 834-8112 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter and of the two (2) attached plats is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and of the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Bear Creek Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is

enclosed.

الكويم ا

David L. Smelley

Attorney for El Paso Production Company

DLS:dp Enclosures

cc: Mr. Jim Broussard (w/encls.)

Mr. Gary Griffith (w/encls.)

Mr. Jerry McAnulty (w/encls.)

Ms. Shirley Galik (w/encls.)

Mr. Louis Gilbert (w/encls.)

Interested Owners, Represented

Parties and Interested Parties (w/plats only)



